

**Consolidated Financial Results**  
**for the Fiscal Year ended March 31, 2011**  
*[ under Japanese GAAP ]*

Company Name: **The Tokyo Star Bank, Limited**  
 (URL <http://www.tokyostarbank.co.jp/>)  
 Headquarters: Tokyo  
 Note:  
 - The amounts are rounded down to the nearest million of yen.

**1. Summary of Consolidated Financial Results**  
**for the Fiscal Year Ended March 31, 2011**

**(1) Operating Results**

(in millions of yen except per share data and percentages)

	For the year ended March 31,	
	2011	2010
Ordinary income	77,690	67,296
Change from the previous year	15.4 %	(9.4)%
Ordinary profit	(3,725)	(2,266)
Change from the previous year	-	-
Net income	(4,670)	(2,780)
Change from the previous year	-	-
Net income per common share (yen)	(7,386.83)	(3,971.68)
Diluted net income per common share (yen)	-	-
Return on equity	(5.0)%	(2.8)%
Ratio of ordinary profit to total assets	(0.1)%	(0.1)%
Ratio of ordinary profit to ordinary income	(4.7)%	(3.3)%

Note:

Comprehensive income for the year ended

March 31, 2011 : (4,068) million yen - %  
 March 31, 2010 : 2,049 million yen - %

**(2) Financial Conditions**

(in millions of yen except per share data and percentages)

	As of March 31,	
	2011	2010
Total assets	2,188,598	2,126,379
Net assets	94,880	93,545
Ratio of net assets to total assets	4.3 %	4.3 %
Net assets per common share (yen)	120,329.14	133,635.96
Capital adequacy ratio (based on the domestic standards)	(Preliminary) 9.19 %	8.54 %

Notes:

1. Net assets, excluding Stock acquisition rights and Minority interests, as of

March 31, 2011 : 94,730 million yen  
 March 31, 2010 : 93,545 million yen

2. Ratio of net assets to total assets

= (Net assets - Stock acquisition rights - Minority interests) / Total assets X 100

3. Capital adequacy ratio is based on "Financial Services Agency Ordinance Announcement No.19".

## 2. Others

(1) Significant Change in the Scope of Consolidation	:		No
(2) Change in Policies in preparation of Consolidated Financial Statements			
1.changes due to revision accounting standards etc	:		Yes
2.changes other than 1.above	:		No
(3) Number of Shares Outstanding as of			
March 31, 2011 (Common stock)	:	700,000	shares
March 31, 2010 (Common stock)	:	700,000	shares
(4) Number of Treasury Shares Outstanding for the Fiscal Year ended			
March 31, 2011 (Common stock)	:	Not applicable	
March 31, 2010 (Common stock)	:	Not applicable	
(5) Average Number of Shares Outstanding for the Fiscal Year ended			
March 31, 2011 (Common stock)	:	700,000	shares
March 31, 2010 (Common stock)	:	700,000	shares

## (Reference)

### 1. Summary of Non-Consolidated Financial Results for the Fiscal Year Ended March 31, 2011

#### (1) Operating Results

(in millions of yen except per share data and percentages)

	For the year ended March 31,	
	2011	2010
Ordinary income	76,747	66,762
Change from the previous year	14.9 %	(9.4)%
Ordinary profit	(3,109)	(5,148)
Change from the previous year	-	-
Net income	(2,178)	(5,465)
Change from the previous year	-	-
Net income per common share (yen)	(3,826.91)	(7,808.46)
Diluted net income per common share (yen)	-	-

#### (2) Financial Conditions

(in millions of yen except per share data and percentages)

	As of March 31,	
	2011	2010
Total assets	2,176,784	2,101,644
Net assets	91,131	87,454
Ratio of net assets to total assets	4.1 %	4.1 %
Net asset per common share (yen)	115,187.78	124,935.08
Capital adequacy ratio (based on the domestic standards)	(Preliminary) 9.27 %	8.46 %

#### Notes:

- Net assets, excluding Stock acquisition rights, as of
 

March 31, 2011	:	91,131 million yen
March 31, 2010	:	87,454 million yen
- Ratio of net assets to total assets  
= (Net assets - Stock acquisition rights) / Total assets X 100
- Capital adequacy ratio is based on "Financial Services Agency Ordinance Announcement No.19".

## Consolidated Financial Statements

### 1. Consolidated balance sheets

(in millions of yen)	As of March 31, 2010	As of March 31, 2011
<b>Assets</b>		
Cash and due from banks	57,384	150,068
Call loans	62,190	5,968
Monetary claims bought	31,256	19,801
Money held in trust	3,084	2,632
Securities	500,574	451,318
Loans and bills discounted	1,439,861	1,539,991
Foreign exchanges	476	885
Other assets	24,122	27,766
Tangible fixed assets	7,863	6,927
Intangible fixed assets	2,492	2,462
Deferred tax assets	14,975	20,124
Customers' liabilities for acceptances and guarantees	26,423	22,558
Allowance for loan losses	(44,325)	(61,906)
<b>Total assets</b>	<b>2,126,379</b>	<b>2,188,598</b>
<b>Liabilities</b>		
Deposits	1,904,286	1,943,508
Borrowed money	-	6,800
Foreign exchanges	4	38
Bonds payable	60,700	68,100
Other liabilities	37,871	50,806
Provision for bonuses	911	899
Provision for directors' bonuses	125	173
Provision for directors' retirement benefits	48	86
Provision for losses on dormant deposit repayments	629	130
Provision for possible losses on refund of interest	30	36
Provision for possible losses on business restructuring	1,803	-
Provision for office moving expenses	-	580
Acceptances and guarantees	26,423	22,558
<b>Total liabilities</b>	<b>2,032,834</b>	<b>2,093,717</b>
<b>Net assets</b>		
Capital stock	21,000	26,000
Capital surplus	19,000	24,000
Retained earnings	51,080	41,663
Total shareholders' equity	91,080	91,663
Valuation difference on available-for-sale securities	473	111
Deferred gains or losses on hedges	1,990	2,955
Total accumulated other comprehensive income	2,464	3,066
Minority interests	-	150
<b>Total net assets</b>	<b>93,545</b>	<b>94,880</b>
<b>Total liabilities and net assets</b>	<b>2,126,379</b>	<b>2,188,598</b>

## 2. Consolidated statements of income

(in millions of yen)	For year ended March 31, 2010	For year ended March 31, 2011
<b>Ordinary income</b>	67,296	77,690
Interest income	47,915	47,988
Interest on loans and discounts	40,423	40,718
Interest and dividends on securities	5,458	5,302
Interest on call loans	125	118
Interest on deposits with banks	0	0
Other interest income	1,906	1,849
Fees and commissions	12,398	13,780
Other ordinary income	3,806	12,694
Other income	3,176	3,226
<b>Ordinary expenses</b>	69,562	81,416
Interest expenses	13,677	13,882
Interest on deposits	12,757	12,496
Interest on call money	-	0
Interest on borrowed money	-	3
Interest on bonds	918	1,368
Other interest expenses	1	14
Fees and commissions payments	5,348	5,396
Other ordinary expenses	5,874	3,742
General and administrative expenses	29,549	28,074
Other expenses	15,112	30,319
Provision of allowance for loan losses	11,045	26,618
Other	4,067	3,701
<b>Ordinary profit (loss)</b>	<b>(2,266)</b>	<b>(3,725)</b>
Extraordinary income	585	291
Gain on disposal of noncurrent assets	-	29
Recoveries of written-off claims	585	158
Other	-	103
Extraordinary loss	2,950	883
Loss on disposal of noncurrent assets	48	95
Impairment loss on noncurrent assets	1,038	142
Loss on business restructuring	1,863	-
Other	-	646
<b>Income (Loss) before income taxes and minority interests</b>	<b>(4,631)</b>	<b>(4,318)</b>
Income taxes-current	871	5,914
Income taxes-deferred	(2,721)	(5,561)
Total income taxes	(1,850)	352
Income (Loss) before minority interests	-	(4,670)
<b>Net income (loss)</b>	<b>(2,780)</b>	<b>(4,670)</b>

### 3. Consolidated statements of comprehensive income

(in millions of yen)	For year ended March 31, 2011
Income (Loss) before minority interests	(4,670)
Other comprehensive income	602
Valuation difference on available-for-sale securities	(362)
Deferred gains or losses on hedges	964
<b>Comprehensive income</b>	<b>(4,068)</b>
Comprehensive income attributable to owners of the parent	(4,068)
Comprehensive income attributable to minority interests	-

#### 4. Consolidated statements of changes in net assets

(in millions of yen)	For year ended March 31, 2010	For year ended March 31, 2011
<b>Shareholders' equity</b>		
Capital stock		
Balance at the end of previous period	21,000	21,000
Changes of items during the period		
Issuance of new shares	-	5,000
Total changes of items during the period	-	5,000
Balance at the end of current period	21,000	26,000
Capital surplus		
Balance at the end of previous period	19,000	19,000
Changes of items during the period		
Issuance of new shares	-	5,000
Total changes of items during the period	-	5,000
Balance at the end of current period	19,000	24,000
Retained earnings		
Balance at the end of previous period	64,444	51,080
Changes of items during the period		
Dividends from surplus	(10,584)	(4,746)
Net income (loss)	(2,780)	(4,670)
Total changes of items during the period	(13,364)	(9,416)
Balance at the end of current period	51,080	41,663
Total shareholders' equity		
Balance at the end of previous period	104,444	91,080
Changes of items during the period		
Issuance of new shares	-	10,000
Dividends from surplus	(10,584)	(4,746)
Net income (loss)	(2,780)	(4,670)
Total changes of items during the period	(13,364)	583
Balance at the end of current period	91,080	91,663
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	(3,583)	473
Changes of items during the period		
Net changes of items other than shareholders' equity	4,057	(362)
Total changes of items during the period	4,057	(362)
Balance at the end of current period	473	111
Deferred gains or losses on hedges		
Balance at the end of previous period	1,218	1,990
Changes of items during the period		
Net changes of items other than shareholders' equity	772	964
Total changes of items during the period	772	964
Balance at the end of current period	1,990	2,955
Total accumulated other comprehensive income		
Balance at the end of previous period	(2,365)	2,464
Changes of items during the period		
Net changes of items other than shareholders' equity	4,829	602
Total changes of items during the period	4,829	602
Balance at the end of current period	2,464	3,066

**4. Consolidated statements of changes in net assets** (continued)

(in millions of yen)	For year ended March 31, 2010	For year ended March 31, 2011
<b>Minority interests</b>		
Balance at the end of previous period	-	-
Changes of items during the period		
Net changes of items other than shareholders' equity	-	150
Total changes of items during the period	-	150
Balance at the end of current period	-	150
<b>Total net assets</b>		
Balance at the end of previous period	102,079	93,545
Changes of items during the period		
Issuance of new shares	-	10,000
Dividends from surplus	(10,584)	(4,746)
Net income (loss)	(2,780)	(4,670)
Net changes of items other than shareholders' equity	4,829	752
Total changes of items during the period	(8,534)	1,335
Balance at the end of current period	93,545	94,880

## **5. Going Concern Assumption**

There is no applicable information.

## **6. Significant Accounting Changes in Consolidated Financial Statements**

### **① Changes of accounting policy**

(Application of Accounting Standard for Asset Retirement Obligations)

From the fiscal year ended March 31, 2011, the Tokyo Star Bank, Limited (“the Bank”) and its subsidiaries (“the Group”) have applied “Accounting Standard for Asset Retirement Obligations” (ASBJ Statement No.18, March 31, 2008) and “Guidance on Accounting Standard for Asset Retirement Obligations” (ASBJ Guidance No.21, March 31, 2008).

This change resulted in a 14 million yen increase in “Ordinary loss” and 81 million yen increase in “Loss before income taxes and minority interests”.

(Application of Accounting Standard for Business Combination)

From the fiscal year ended March 31, 2011, the Group has applied “Accounting Standard for Business Combination” (ASBJ Statement No. 21, December 26, 2008), “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, December 26, 2008) and “Partial Amendments to Accounting Standard for Research and Development Costs” (ASBJ Statement No. 23, December 26, 2008), “Revised Accounting Standard for Business Divestitures” (ASBJ Statement No. 7, December 26, 2008) and “Revised Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures” (ASBJ Guidance No. 10, December 26, 2008).

### **② Changes in presentation**

(Consolidated Statements of Income)

As the Group has applied “Cabinet Office Ordinance Partially Revising Regulation on Terminology, Forms and Preparation of Financial Statements” (Cabinet Office Ordinance No.5, March 24, 2009) based on “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, December 26, 2008), “Income (Loss) before minority interests” is presented in the consolidated statements of income for the fiscal year ended March 31, 2011.

### **③ Additional information**

(Application of Accounting Standard for Presentation of Comprehensive Income)

From the fiscal year ended March 31, 2011, the Group has applied “Accounting Standard for Presentation of Comprehensive Income” (ASBJ Statement No.25, June 30, 2010). However, the amounts of “Accumulated other comprehensive income” and “Total accumulated other comprehensive income” for the previous fiscal year ended March 31, 2010 are the amounts shown as “Valuation and translation adjustments” and “Total valuation and translation adjustments”.



## 7. Notes to Consolidated Financial Statements

(Segmental Information)

As the Group is mainly engaged in banking business, it regards itself as an only banking segment. Therefore, there is no information mentioned here.

(Additional information)

From the fiscal year ended March 31, 2011, the Group has applied "Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Statement No. 17, March 27, 2009) and "Guidance on the Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20, March 21, 2008).

(Amounts per Share)

Net assets per share :	120,329.14 yen
Net income (loss) per share :	(7,386.83) yen

Notes: 1. The underlying data for the calculation of net assets per share is summarized as follows:

	(million of yen)
Total net assets	94,880
Deductions from total net assets	10,650
Paid-in amount of preferred stock	10,000
Cash dividends on preferred stock	500
Minority interests	150
Net assets related to common stock at the year-end	84,230
Year-end outstanding shares of common stock, based on which total net assets of common stock was calculated (shares)	700,000

2. The underlying data for the calculation of net income (loss) per share is summarized as follows:

	(million of yen)
Net income (loss)	(4,670)
Amount not attributable to common stock	500
Cash dividends on preferred stock	500
Net income (loss) related to common stock	(5,170)
Weighted-average number of shares of common stock outstanding during the period (shares)	700,000

3. As there is no dilutive stock, diluted net income (loss) per share is not disclosed.

(Subsequent Event)

There is no applicable information.

## Non-Consolidated Financial Statements

### 1. Non-consolidated balance sheets

	As of March 31, 2010	As of March 31, 2011
<b>Assets</b>		
Cash and due from banks	57,287	149,994
Call loans	62,190	5,968
Monetary claims bought	31,256	19,801
Money held in trust	3,084	2,632
Securities	505,297	477,160
Loans and bills discounted	1,427,563	1,510,855
Foreign exchanges	476	885
Other assets	23,936	27,664
Tangible fixed assets	5,849	5,392
Intangible fixed assets	2,348	2,294
Deferred tax assets	12,653	17,838
Customers' liabilities for acceptances and guarantees	1,452	1,219
Allowance for loan losses	(31,754)	(44,922)
<b>Total assets</b>	<b>2,101,644</b>	<b>21,768,784</b>
<b>Liabilities</b>		
Deposits	1,907,838	1,955,310
Borrowed money	3,000	9,800
Foreign exchanges	4	38
Bonds payable	60,700	68,100
Other liabilities	37,694	49,326
Provision for bonuses	900	887
Provision for directors' bonuses	125	173
Provision for directors' retirement benefits	48	86
Provision for losses on dormant deposit repayments	629	130
Provision for possible losses on business restructuring	1,795	-
Provision for office moving expenses	-	580
Acceptances and guarantees	1,452	1,219
<b>Total liabilities</b>	<b>2,014,189</b>	<b>2,085,653</b>
<b>Net assets</b>		
Capital stock	21,000	26,000
Capital surplus	19,000	24,000
Legal capital surplus	19,000	24,000
Retained earnings	44,989	38,064
Legal retained earnings	2,000	2,000
Other retained earnings	42,989	36,064
Retained earnings brought forward	42,989	36,064
<b>Total shareholders' equity</b>	<b>84,989</b>	<b>88,064</b>
Valuation difference on available-for-sale securities	474	111
Deferred gains or losses on hedges	1,990	2,955
<b>Total valuation and translation adjustments</b>	<b>2,464</b>	<b>3,066</b>
<b>Total net assets</b>	<b>87,454</b>	<b>91,131</b>
<b>Total liabilities and net assets</b>	<b>2,101,644</b>	<b>2,176,784</b>

## 2. Non-consolidated statements of income

	For year ended March 31, 2010	For year ended March 31, 2011
<b>Ordinary income</b>	66,762	76,747
Interest income	47,564	47,418
Interest on loans and discounts	40,077	40,151
Interest and dividends on securities	5,453	5,299
Interest on call loans	125	118
Interest on deposits with banks	0	0
Interest on interest swaps	920	1,189
Other interest income	986	659
Fees and commissions	12,339	13,586
Fees and commissions on domestic and foreign exchanges	3,758	3,619
Other fees and commissions	8,580	9,966
Other ordinary income	3,806	12,694
Gain on foreign exchange transactions	1,060	1,081
Gain on sales of bonds	250	2,388
Gain on redemption of bonds	-	668
Income from derivatives other than for trading or hedging	691	3,811
Other	1,805	4,744
Other income	3,052	3,047
Gain on sales of stocks and other securities	-	32
Gain on money held in trust	55	68
Loan purchase revenue	1,687	1,742
Other	1,309	1,204
<b>Ordinary expenses</b>	71,911	79,856
Interest expenses	13,683	13,996
Interest on deposits	12,762	12,497
Interest on call money	-	0
Interest on borrowed money	0	116
Interest on bonds	918	1,368
Other interest expenses	1	14
Fees and commissions payments	11,814	11,187
Fees and commissions on domestic and foreign exchanges	200	205
Other fees and commissions	11,613	10,981
Other ordinary expenses	5,874	3,742
Loss on sales of bonds	1,810	46
Loss on redemption of bonds	-	13
Loss on devaluation of bonds	3,962	3,609
Amortization of bond issuance cost	100	63
Other	-	9
General and administrative expenses	28,984	27,133
Other expenses	11,555	23,796
Provision of allowance for loan losses	10,828	21,220
Written-off of loans	286	449
Loss on devaluation of stocks and other securities	0	11
Other	439	2,115
<b>Ordinary profit (loss)</b>	<b>(5,148)</b>	<b>(3,109)</b>
Extraordinary income	16	159
Gain on disposal of noncurrent assets	-	0
Recoveries of written-off claims	16	56
Other	-	103
Extraordinary loss	2,941	857
Loss on disposal of noncurrent assets	48	73
Impairment loss on noncurrent assets	1,038	142
Loss on business restructuring	1,854	-
Other	-	641
<b>Income (Loss) before income taxes</b>	<b>(8,073)</b>	<b>(3,807)</b>
Income taxes-current	82	3,968
Income taxes-deferred	(2,690)	(5,597)
Total income taxes	(2,607)	(1,628)
<b>Net income (loss)</b>	<b>(5,465)</b>	<b>(2,178)</b>

### 3. Non-consolidated statements of changes in net assets

	For year ended March 31, 2010	For year ended March 31, 2011
<b>Shareholders' equity</b>		
Capital stock		
Balance at the end of previous period	21,000	21,000
Changes of items during the period		
Issuance of new shares	-	5,000
Total changes of items during the period	-	5,000
Balance at the end of current period	21,000	26,000
Capital surplus		
Legal capital surplus		
Balance at the end of previous period	19,000	19,000
Changes of items during the period		
Issuance of new shares	-	5,000
Total changes of items during the period	-	5,000
Balance at the end of current period	19,000	24,000
Total capital surplus		
Balance at the end of previous period	19,000	19,000
Changes of items during the period		
Issuance of new shares	-	5,000
Total changes of items during the period	-	5,000
Balance at the end of current period	19,000	24,000
Retained earnings		
Legal retained earnings		
Balance at the end of previous period	2,000	2,000
Balance at the end of current period	2,000	2,000
Other retained earnings		
Retained earnings brought forward		
Balance at the end of previous period	59,039	42,289
Changes of items during the period		
Dividends from surplus	(10,584)	(4,746)
Net income (loss)	(5,465)	(2,178)
Total changes of items during the period	(16,049)	(6,924)
Balance at the end of current period	42,989	36,064
Total retained earnings		
Balance at the end of previous period	61,039	44,989
Changes of items during the period		
Dividends from surplus	(10,584)	(4,746)
Net income (loss)	(5,465)	(2,178)
Total changes of items during the period	(16,049)	(6,924)
Balance at the end of current period	44,989	38,064
Total shareholders' equity		
Balance at the end of previous period	101,039	84,989
Changes of items during the period		
Issuance of new shares	-	10,000
Dividends from surplus	(10,584)	(4,746)
Net income (loss)	(5,465)	(2,178)
Total changes of items during the period	(16,049)	3,075
Balance at the end of current period	84,989	88,064

**3. Non-consolidated statements of changes in net assets** (continued)

	For year ended March 31, 2010	For year ended March 31, 2011
<b>Valuation and translation adjustments</b>		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	(3,583)	474
Changes of items during the period		
Net changes of items other than shareholders' equity	4,057	(362)
Total changes of items during the period	4,057	(362)
Balance at the end of current period	474	111
Deferred gains or losses on hedges		
Balance at the end of previous period	1,218	1,990
Changes of items during the period		
Net changes of items other than shareholders' equity	772	964
Total changes of items during the period	772	964
Balance at the end of current period	1,990	2,955
Total valuation and translation adjustments		
Balance at the end of previous period	(2,365)	2,464
Changes of items during the period		
Net changes of items other than shareholders' equity	4,830	601
Total changes of items during the period	4,830	601
Balance at the end of current period	2,464	3,066
<b>Total net assets</b>		
Balance at the end of previous period	98,674	87,454
Changes of items during the period		
Issuance of new shares	-	10,000
Dividends from surplus	(10,584)	(4,746)
Net income (loss)	(5,465)	(2,178)
Net changes of items other than shareholders' equity	4,830	601
Total changes of items during the period	(11,219)	3,676
Balance at the end of current period	87,454	91,131

**4. Going Concern Assumption**

There is no applicable information.